Regional Municipality of
HALDIMAND - NORFOLK

FINANCIAL STATEMENTS
for the year ended December 31, 1985

CONTENTS

	PAGE
Members of Council	1
Senior Staff of the Region and the Treasury Department	2
Treasurer's Report	3 - 13
Five Year Financial Review	14
Index to Financial Statements & Schedules	15
Audited Financial Statements	16 - 32
Other Financial Schedules	33 - 46

MEMBERS OF COUNCIL
December 1985 - November 1988

Chairman

Keith Richardson

Township of Delhi

Mayor Gordon Lee
Councillor John Harrison
Councillor John Kapusta

Town of Dunnville

Mayor Frank Marshall
Councillor Lorne Boyko
Councillor Fred Moodie

Town of Haldimand

Mayor Edith Fuller
Councillor Ray Hunsinger
Councillor Bruce MacDonald

City of Nanticoke

Mayor Harry Scott
Councillor Sylvester Saracuse
Councillor Orval Shortt
Councillor Norm Sinibaldi

Township of Norfolk

Mayor Clarence Abbott
Councillor Robert Causyn
Councillor Hector Verhoeve

Town of Simcoe

Mayor Jim Earl
Councillor Clarence Collver
Councillor Eileen Smith

SENIOR STAFF

Chief Administrative Officer	Charles G. Douglas
Regional Clerk	Mary Lou Johnston
Treasurer & Commissioner of Finance	Robert Johnstone
Commissioner of Engineering	William C. McDowell
Commissioner of Planning & Development	Lee Kennaley
Director of Personnel Services	Jeff W. Cann
Commissioner of Social Services	Anthony J. Suprun
Administrator, Homes for the Aged	Ronald S. Shortt
Medical Officer of Health	Dr. Douglas C. Kittle
Chief of Police	Lee Stewart
Regional Solicitor	Thomas A. Cline, Q.C.
Auditors	Millard, Rouse & Rosebrugh Chartered Accountants
Bankers	Canadian Imperial Bank of Commerce
Managers of Fiscal Agency	Burgess Graham Securities Limited

SENIOR STAFF OF THE TREASURY DEPARTMENT

Treasurer & Commissioner of Finance	Robert Johnstone, C.G.A., P.M.M. I
Manager of Accounting	R. Paul Mooney, B.A., B. Comm.
Manager of Finance	Donald W. Farmer, C.A., C.M.O.
Supervisor of Accounting	Surendra Arora, B.A.
Finance Officer	Stephen Cairns, B.A.
Accountant	Gary Seitz, C.G.A.

TREASURER'S REPORT

CHAIRMAN AND MEMBERS OF COUNCIL

Herein is the annual financial report summarizing the result of operations for the year 1985. This report consists of a summary of financial operations and the audited financial statements.

The 1985 financial statements, including the operations of our local boards and municipal enterprises, have been examined by our Auditors, Millard, Rouse and Rosebrugh in accordance with generally accepted auditing standards. Their conclusion is that the statements present fairly the financial position of the Regional Corporation for the year 1985 on a basis consistent with that of the previous year.

The year 1985 was once more a financial success. Current operations set out by Council through the general operating and water and sewer operating budgets were carried out as planned. The year ended with operating surpluses in general, water and sewer activities. The continuing general economic improvement contributed to higher than anticipated revenues in several areas.

Once more, good financial control was exhibited by Council and staff.

Capital operations were carried out as anticipated with a debenture issue taking place on December 1, 1985. The level of unfinanced capital outlay reduced slightly during the year to $1,043,590 at December 31st. This figure is composed primarily of payments for; landfill sites ($162,861), hospitals ($260,718), industrial park obligations ($439,892) and water and sewer systems improvements ($125,676).

Reserve and reserve fund transactions were significant in number during the year. They are contributing in a significant way to our capital financing activities.

A financial summary of Haldimand-Norfolk can be found in the Five Year Financial Review which is useful in comparing activity over the past five years.

CURRENT OPERATIONS

REVENUES

Sources of revenues for the Regional Corporation are taxation and user charges including water and sewer operations; grants, nearly all from the Province; and fees and other revenues. The 1985 total revenues were derived from the three sources as follows:

	1985 %	1984 %
Taxation and User Charges	58.5	59.5
Grants from the Province of Ontario	36.0	36.4
Fees and Other Revenues	5.5	4.1
	100.0	100.0

Provincial grants increased from $12,775,925 in 1984 to $13,770,831 in 1985. There were no significant changes in grant structures during the year. No significant new grants were added during the year.

During the five-year period, 1981-1985, the amount raised through taxation and user charges for general operations including water and sewer has risen from 56.3% to 58.5%. The relative share between general service taxation and user charges and water and sewer taxation and user is shown below.

TABLE I: **GENERAL SERVICE AND WATER AND SEWER TAXATION AND USER CHARGES**

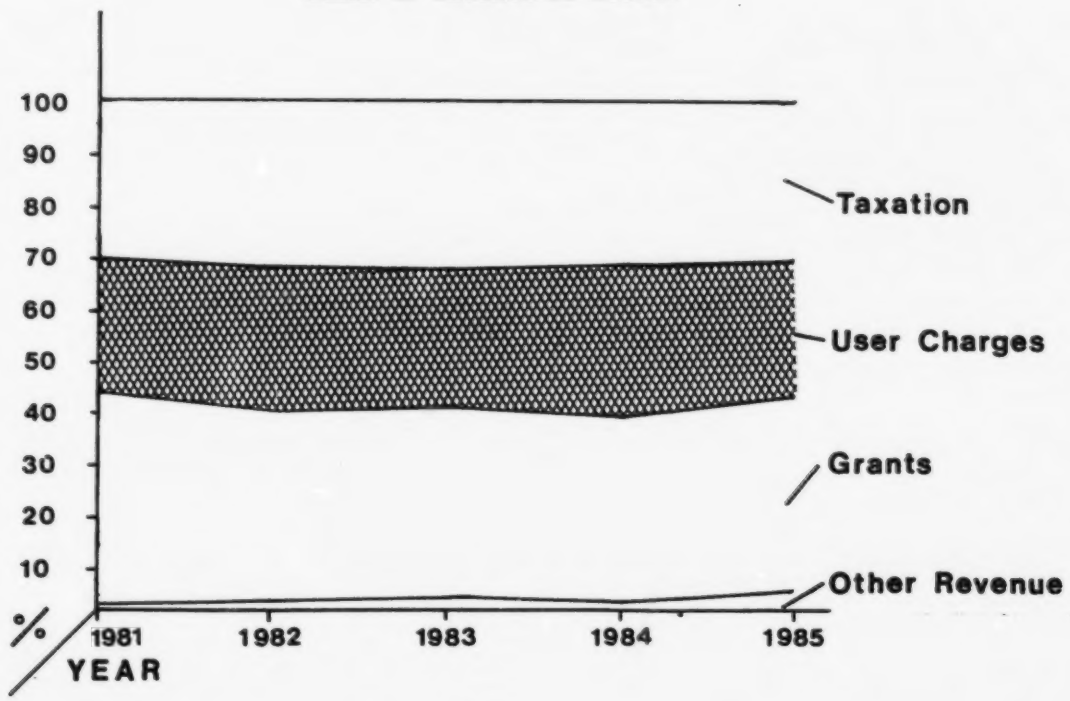
YEAR	GENERAL SERVICE %	WATER AND SEWER SERVICE %	TOTAL %
1985	40.9	17.6	58.5
1984	40.3	19.2	59.5
1983	39.8	18.3	58.1
1982	40.9	18.0	58.9
1981	37.6	18.7	56.3

The 1985 figure of 58.5% is a little understated in that a significant use in transfers from our own funds occured during the year. Originally these funds were raised largely from taxation or user fees. The most significant source of funding for our services will continue to be the tax rate and user charges, both of which are under continuing pressure.

GRAPH I:

CURRENT OPERATIONS

SHARE OF REVENUE BY SOURCE



EXPENDITURES

By size of expenditure, the services which accounted for the largest share of regional expenditures in 1985 were Social and Family Services (28.9%), Environmental Services (27.4%) of which 23.9% was for water and sewer services with the balance for Solid Waste Disposal; and Protection to Persons and Property (14.9%). The remaining 28.8% was used for Transportation Services, General Administration, Health Services, Planning and Development and Recreation and Culture.

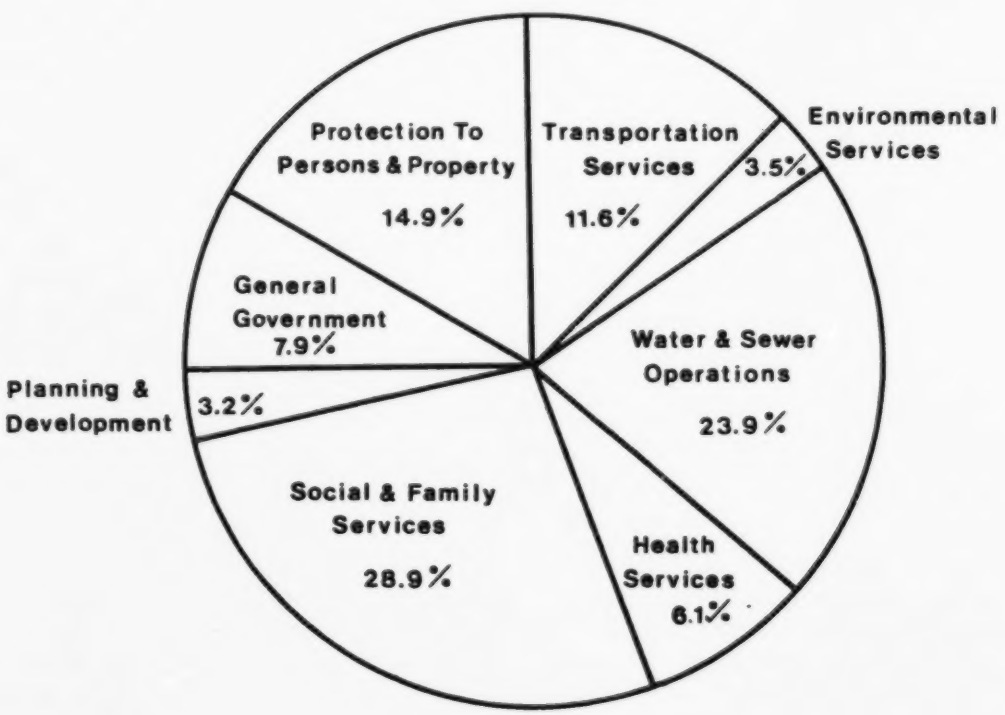
Expenditures for solid waste disposal (Environmental Services) have increased proportionately more than another service area since 1981. Its importance to overall operations will continue to rise in the forseeable future, thereby absorbing an increasing share of regional resources.

Set out below is a graph indicating the relative shares of expenditure for 1985.

GRAPH II:

CURRENT OPERATIONS

SHARE OF OPERATING EXPENDITURES BY FUNCTION


Protection To Persons & Property 14.9%
Transportation Services 11.6%
Environmental Services 3.5%
General Government 7.9%
Water & Sewer Operations 23.9%
Planning & Development 3.2%
Social & Family Services 28.9%
Health Services 6.1%

Following is a table which compares the relative importance of current operating expenditures over the past five years.

TABLE II: **RELATIVE SHARE OF EXPENDITURES FOR THE YEARS 1981 -1985**

FUNCTION	1985 %	1984 %	1983 %	1982 %	1981 %
General Government	7.9	7.8	6.8	8.4	7.0
Protection to Persons & Property	14.9	15.8	16.1	16.5	17.1
Transportation Services	11.6	12.1	12.1	13.3	14.5
Environmental Services	3.5	3.9	3.4	2.7	2.2
Water and Sewer	23.9	21.6	22.0	21.2	21.5
Health Services	6.1	6.5	6.3	6.2	6.4
Social and Family Services	28.9	29.2	30.2	28.6	28.2
Recreation & Cultural Services	0.2	0.1	0.3	0.1	0.1
Planning & Development	3.0	3.0	2.8	3.0	3.0
	100.0	100.0	100.0	100.0	100.0

With the exception of the aforementioned solid waste disposal costs, all major service areas continue to share relatively the same portion of the annual operating budget in 1985 as they did in previous years. Water and sewer expenditures are showing a higher than normal growth due to large surpluses being reflected through expenditures as "Transfers to Own Funds".

OPERATING SURPLUS

The year ended with accumulated net revenues of $1,059,697 from total revenues of $38,234,453 and total expenditures of $38,818,332 after beginning the year with accumulated net revenues of $1,643,576.

This position is detailed as follows:

	1985 ACTUAL $	1984 ACTUAL $
General Revenue	550,763	715,072
Water & Sewer Operations	508,934	928,504
	1,059,697	1,643,576

The general revenue surplus of $550,763 has been generated through a combination of under-expenditures and additional revenues across a broad range of services. Under-expenditures occurred in solid waste site operations and police operations. Continuing high interest rates generated net interest income which contributed $76,130 to the net surplus.

Water and sewer operations decreased their net surplus from $928,504 to $508,934. Surplus was used to finance current operations and to carry out capital works. Substantial surpluses were also transferred to Rates Stabilization Reserves.

FINANCIAL IMPACT

Taxation impact upon the Regional taxpayer comes in two forms. First, in urban areas, the majority pay water and/or sewage rates by direct charge or through a charge on the tax bill, either local improvements, frontage and connection charges for capital debt or urban service area charges for current operations including debt service. As all systems are rated separately, an average impact cannot be calculated.

Secondly, for general services, the regional levy can be averaged but from this must be subtracted by area municipality increases in taxable assessment. Over the past few years, inflation has had a tremendous effect upon the cost of providing labour intensive services as well as capital intensive services, the latter due to the cost of servicing long term debt. The moderation of inflation now has lead to lower rates of borrowing and labour settlements. In future years, wage equity legislation may offset this situation.

Without being in a position to complete a definitive financial impact analysis of the levy, below is shown a table which summarizes the items which bore heavily upon the regional levy for the years shown.

TABLE III: **COMPARISON OF LEVY INCREASE, GROWTH AND THE RATE OF INFLATION**

YEAR	INCREASE IN NET REGIONAL GENERAL LEVY %	EQUALIZED TAXABLE ASSESSMENT %	INCREASE IN CONSUMER PRICE INDEX %
1985	4.4	0.5	4.0
1984	8.9	2.5	4.4
1983	7.6	1.5	5.8
1982	24.6*	1.6	10.8
1981	22.7	1.7	12.5

*In 1982, grants totalling $281,913 were paid directly to Area Municipalities whereas in previous years they were paid to the Regional Corporation.

CAPITAL OPERATIONS

Capital operations consist of two distinct activities; the incurrence of capital expenditures and the financing thereof. The result is the net long term liability position of the Regional Corporation.

Over the past five years, capital expenditures have been incurred as follows:

TABLE IV: **CAPITAL EXPENDITURES BY YEAR FROM 1981 TO 1985 ($000)**

YEAR	GENERAL MUNICIPAL ACTIVITIES $	WATER AND SEWER OPERATIONS $	TOTAL $
1985	3,493	981	4,474
1984	3,382	1,287	4,669
1983	5,664	1,226	6,890
1982	3,114	1,386	4,500
1981	3,245	574	3,819

In 1985 a total of $980,544 was expended for water and sewer operations. As a matter of financial policy, as many capital expenditures as possible are being financed from current operations thereby reducing the need to incur additional long term debt.

Capital financing is available from five sources - own funds from current operations, reserves and reserve funds, grants, long term liabilities and other. Illustrated on Graph III is the relative importance of each source of financing over the past five years.

The bottom line of capital operations are net long term liabilities, the debt which future ratepayers are to repay for capital assets created to serve their needs. Net long term liabilities declined significantly over 1985 from $14,222,777 to $12,712,772. The retirement of term debentures from available revenues contributed to this decline.

GRAPH III: **SOURCES OF FINANCING**

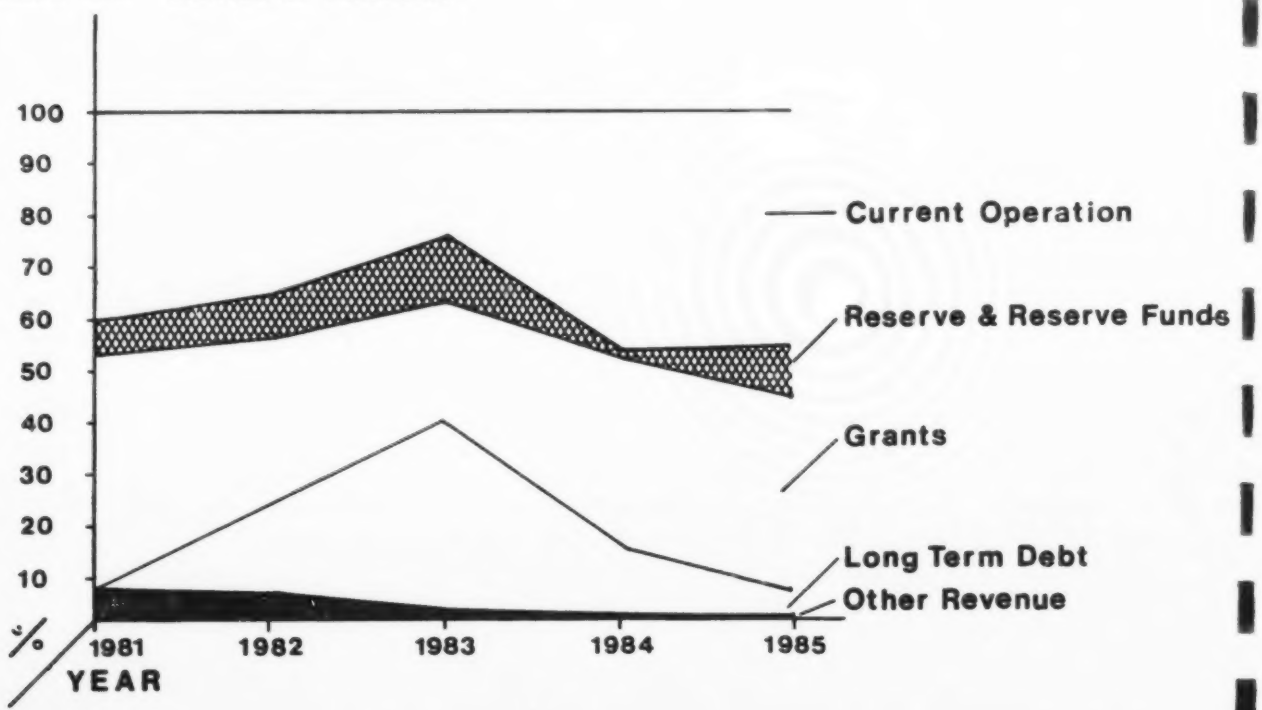


TABLE V: **ANALYSIS OF NET LONG TERM LIABILITIES FOR GENERAL MUNICIPAL PURPOSES**

	1985 $	1984 $	1983 $	1982 $	1981 $
Debt Outstanding December 31st ($000)	4,103	4,401	4,646	2,643	3,004
Debt Per Capita	46	50	53	30	35
Debt Per Household	113	122	130	74	84

Debt for water and sewer operations has changed since 1981 as shown below. As this debt is rated by individual systems, a cost per capita or per household, is not a meaningful measure of financial capacity.

YEAR	WATER AND SEWER SYSTEMS NET LONG TERM DEBT OUTSTANDING AT YEAR END ($000)
1985	8,610
1984	9,822
1983	10,295
1982	10,717
1981	10,725

A significant item which is not recorded upon the financial statements of the Regional Corporation is the outstanding capital obligation to the Ministry of the Environment for water and sewer works owned and operated by the Ministry. At March 31st, 1985, this obligation totalled $20,010,496 ($20,049,196 in 1984) for water systems and $5,894,183 ($5,923,852 in 1984) for sewer systems. The Regional Corporation is also ultimately responsible for the accumulated deficit of each provincially owned and operated system. At March 31st, 1985, this amounted to $9,837,573 ($6,595,818 in 1984) for water systems and $1,567,778 ($1,997,513 in 1984) for sewer systems.

The 1984 water system figures have been restated with the addition of the central water system obligations. In November, 1985, the Ministry provided the following assistance in respect to these costs:

	$
Debt written off	13,794,961
Deficit written off	7,749,108
Debt deferred for future recovery	5,582,846
Deficit deferred for future recovery	1,988,375
	29,115,290

WATER AND SEWER SYSTEMS OPERATIONS

All water and sewage systems operations are rated individually. In 1985, $4,442,763 was expended for waterworks and $4,830,270 was expended for sewage works.

Overall, the financial strength of our systems has continued to improve during the past year. At the end of 1985 as compared to 1984, the net accumulated revenues were:

	1985 $	1984 $
Water Systems	213,173	429,098
Sewer Systems	295,761	499,406
	508,934	928,504

Surplus has been decreased as funds were transferred to Rates Stabilization Reserves and expended upon capital works.

Individually, some systems remain in a weak financial state due to lack of growth to increase revenue streams for maintenance and replacement.

Continuing progress is evident in reducing the reliance upon long term debt to finance new and replacement capital expenditures. We continue to reduce our outstanding debt as follows:

Long Term Liabilities Outstanding December 31	1985 $	1984 $
Debt Issued and Assumed by the Regional Corporation		
Water	5,244,625	5,803,085
Sewer	3,385,636	4,018,937
Ministry of the Environment Provincial Projects Capital Obligations		
Water	6,215,535*	20,049,196
Sewer	5,894,183	5,922,852

*Adjusted for Central Water System debt written off in November, 1985.

Wherever possible, the maximum term of debt is being recommended not to exceed 10 years.

To further meet the goal of reducing and shortening the term of outstanding debt, debt retirement reserve funds are now in place in all systems where term debentures are due in 1990. Current projections indicate that all term debt will be repaid as it becomes due. In 1985, a total of $647,000 in term debt was retired from revenue sources.

In 1985 we continued to control the costs due to debt obligations (both capital and accumulated operating deficits). As a matter of staff policy, we have and will continue to recommend wherever funds become available and substantial deficits are outstanding, that the funds be used to repay the Province.

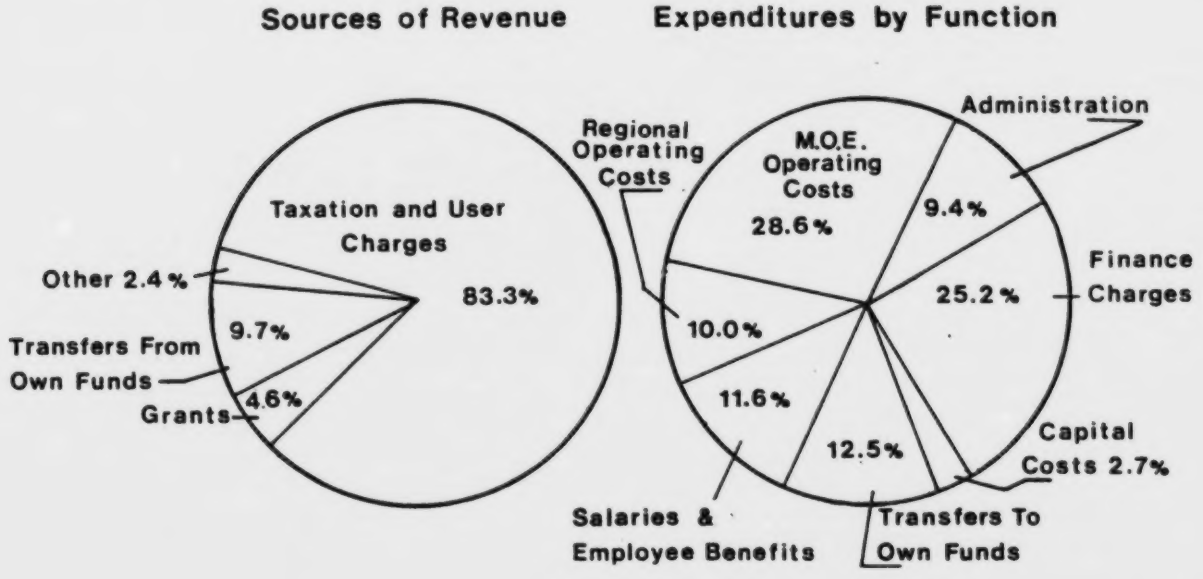
During 1985, $771,845 ($107,318 in 1984) was contributed from operating revenues to capital replacement reserve funds. Available surpluses accounted for the bulk of these contributions.

In November of 1985, as previously noted, the Ministry of the Environment announced the writing off and deferral of amounts owing with respect to the Central Water System.

As at the date of this report, discussions are still in progress with respect to the method of funding the deferred portion of the obligations.

Below, a graph has been prepared to summarize on a consolidated basis the results of operations in 1985.

GRAPH IV: **CONSOLIDATED WATER AND SEWER SYSTEMS**
1985 OPERATING RESULTS



RESERVE AND RESERVE FUNDS

At December 31st, reserve and reserve fund balances stood at $6,120,388. All have been established to provide financing for specific items or to meet legislative requirements.

During 1985, $3,116,212 was contributed to the reserves and reserve funds from current revenues, the capital fund and from direct revenues. This total includes a shift of $149,893 from the Working Funds Reserve to a Water Inventories Reserve to meet legislative requirements. Interest earned on Reserve Funds totalled $419,122.

Expenditures totalled $2,074,898 including the transfer to the Water Inventories Reserve.

In total, 1985 reserve and reserve funds levels decreased over 1984. However, not included in the 1985 year end balance is the Ontario Home Renewal Program balance of $1,682,253 ($1,721,133 in 1984) which was transferred to the trust funds statement at January 1, 1985, as required by an amendment to the program regulations. A comparison of December 31 balances of reserves and reserve funds excluding the Ontario Home Renewal Program is:

1985	$6,120,388
1984	5,079,255

Reserve and reserve funds excluding Ontario Home Renewal Program funds have increased.

A detailed analysis of the transactions reveals many changes, the highlights of which are:

- Contingencies Reserve increased by $60,297 to provide a stronger base for unforseen events

- Water Sewer Rate Stabilization Reserve established largely from available surpluses to stablize future rates.

- Sick Leave Reserve Fund increased from $316,309 to $414,764. This falls within the general parameters established by Council in respect of the overall gross liability

Last year I reported it appeared unlikely that we would be able to meet our committments for the repayment of loans for projects in Caledonia, Delhi, and Port Dover under the Ontario Housing Action Program. During 1985, Council approved a request for deferral to the Ministry of Municipal Affairs. The Ministry has our request but definitive discussions on our request have yet to begin.

Programs for the repayment of loans, debt charges and the financing of capital works continued throughout the year as evidenced by examination of Schedules 3, 4A, and 4B.

Except as outlined above, various reserves and reserve funds are meeting and should continue to meet the needs for which they were established.

TRUST FUNDS

At December 31st, the Regional Corporation held in trust $3,426,111. As previously noted, at January 1st, 1985, the balance of the Ontario Home Renewal Program was transferred to the trust fund statement due to a change in the regulations regarding the program.

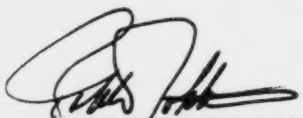
SUMMARY

Financial operations continued to be carried out during 1985 in an orderly manner. We were able to meet all of our program committments as planned. Our debt decreased while reserves and reserve funds increased thereby strengthening our financial base.

In all, a good foundation continues to exist for our future financial planning.

I wish to extend my sincere appreciation to the many staff, particularily Mr. Paul Mooney, who through their efforts have contributed to the production of this report.

Respectfully submitted,



Robert Johnstone,
Treasurer and Commissioner of Finance.

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK
FIVE YEAR FINANCIAL REVIEW

	1985	1984	1983	1982	1981
POPULATION	88,400	88,000	87,861	87,211	86,920
AREA in hectares	282,725	282,725	282,725	282,725	282,725
EMPLOYEES - Full Time	555	557	549	538	543
- Part Time	163	145	132	161	157
NUMBER OF HOUSEHOLDS	36,272	35,981	35,857	35,813	35,732
(Dollars are in thousands except per capita figures)	$	$	$	$	$
REVENUE					
Taxation	11,606	11,126	10,294	9,636	7,912
User Charges	10,770	9,756	8,561	8,094	7,084
Ontario Grants	13,771	12,776	12,124	11,089	10,816
Canada Grants	58	39	130	10	3
Municipalities' Grants & Fees	236	245	194	128	296
Contribution From Own Funds	1,457	674	789	500	316
Other Revenue	337	472	366	575	226
	38,235	35,088	32,458	30,032	26,653
EXPENDITURE					
General Municipal	38,818	34,810	32,419	30,110	25,761
NET LONG TERM LIABILITIES					
General Municipal Activities	4,103	4,401	4,646	2,643	3,004
- per capita	46	50	53	30	35
- per household	113	122	130	74	84
Waterworks and Sewage	8,610	9,822	10,295	10,717	10,725
- per capita	97	112	117	123	123
- per household	237	273	287	299	300
CAPITAL FINANCING					
Contributions From Own Funds	2,430	1,943	2,814	2,296	1,502
Long Term Liabilities Incurred	280	505	2,985	685	-
Ontario Grants	1,732	1,509	1,771	1,691	1,419
Other	48	70	102	280	290
	4,490	4,027	7,672	4,952	3,211
CAPITAL EXPENDITURE	4,474	4,669	6,890	4,500	4,096
MUNICIPAL FUND BALANCES					
To Be Used To Offset Taxation and User Charges	1,060	1,644	1,365	1,325	1,403
Net Capital Outlay Not Yet Permanently Financed	(1,031)	(1,047)	(405)	(1,187)	(1,639)
Reserves & Reserve Funds	6,121	6,800	6,677	6,932	6,075
TOTAL	6,150	7,397	7,637	7,070	5,839

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK

INDEX TO FINANCIAL STATEMENTS AND SCHEDULES

FOR THE YEAR ENDED DECEMBER 31, 1985

	PAGE
AUDITED FINANCIAL STATEMENTS	
CONSOLIDATED FINANCIAL STATEMENTS	
Auditors' Report Consolidated Financial Statement	16
Consolidated Balance Sheet	17
Consolidated Statement of Operations	18 & 19
Notes To The Consolidated Fiancial Statements	20 - 28
TRUST FUNDS	
Auditors' Report Trust Funds	29
Statement of Continuity and Balance Sheet	30 & 31
Trust Funds: Notes To The Financial Statements	32
OTHER FINANCIAL SCHEDULES	
Analysis of Current Operations: Schedule 1	33
Analysis of Capital Operations: Schedule 2	34
Analysis of Reserves: Schedule 3	35
Analysis of Reserve Funds: Schedule 4A	36
Analysis of Water and Sewer Reserve Funds: Schedule 4B	37 - 40
Waterworks: Analysis of Revenue and Expenditure: Schedule 4	41
Sewerworks: Analysis of Revenue and Expenditure: Schedule 5	42
Water Systems: Analysis of Revenue and Expenditure by System: Schedule 6	43 & 44
Sewer Systems: Analysis of Revenue and Expenditure by System: Schedule 7	45 & 46

AUDITED FINANCIAL STATEMENTS

MILLARD, ROUSE AND ROSEBRUGH

Chartered Accountants

Simcoe Partners
D.F. McKee, C.A.
R.G. Heatherington, C.A.
P.W. McEown, C.A.
C.A. Finch, C.A.
R.E. Sidway, C.A.
J.C.B. Jackson, C.A.
E.H. Aitken, C.A.
D.R.W. Slade, B.B.A. C.A.

30 Peel St.
SIMCOE, ONT.
N3Y 1R9
Phone (519) 426-1606
582-3332

AUDITORS' REPORT

To the Members of Council, Inhabitants
and Ratepayers of The Regional
Municipality of Haldimand-Norfolk:

We have examined the consolidated balance sheet of The Regional Municipality of Haldimand-Norfolk as at December 31, 1985 and the consolidated statement of operations for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these consolidated financial statements present fairly the financial position of The Regional Municipality of Haldimand-Norfolk as at December 31, 1985 and the results of its operations for the year then ended in accordance with the accounting principles prescribed for Ontario Municipalities applied on a basis consistent with that of the preceding year.

Millard Rouse and Rosebrugh

CHARTERED ACCOUNTANTS

Simcoe, Ontario
April 25, 1986
Licence No. 1197

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK
CONSOLIDATED BALANCE SHEET
AS AT DECEMBER 31, 1985

	1985 $	1984 $
ASSETS		
UNRESTRICTED		
Cash	967,326	829,002
Investments (Note 3)	268,300	205,479
User Charges Receivable	87,756	73,519
Accounts Receivable	3,869,123	3,176,663
Inventory	149,893	159,184
Other Current Assets	1,100	1,162
	5,343,498	4,445,009
RESTRICTED		
Investments (Note 3)	2,807,147	3,209,250
Accrued Interest Receivable	43,533	39,567
Other Current Assets	159,416	172,466
Long Term Receivables	-	852,200
Investments In Own Debentures (Note 3)	1,013,915	1,039,474
	4,024,011	5,312,957
CAPITAL OUTLAY FINANCED BY LONG TERM LIABILITIES AND TO BE RECOVERED IN FUTURE YEARS (Note 1 (b) (iv))	12,712,772	14,222,777
	22,080,281	23,980,743
LIABILITIES		
Accounts Payable and Accrued Liabilities	3,044,892	2,287,925
Due To Trust Funds	172,864	72,938
	3,217,756	2,360,863
Net Long Term Liabilities (Note 8)	12,712,772	14,222,777
FUND BALANCES AT THE END OF THE YEAR		
To Be Used To Offset Taxation or User Charges In Subsequent Years (Note 11)	1,059,697	1,643,576
Net Capital Operations Not Yet Permanently Financed (Note 11)	(1,030,513)	(1,046,861)
Reserves (Note 12)	2,096,558	1,487,431
Reserve Funds (Note 12)	4,024,011	5,312,957
	6,149,753	7,397,103
	22,080,281	23,980,743

The accompanying notes are an integral part of this financial statement.

REGIONAL MUNICIPALITY
CONSOLIDATED STATEMENT OF OPERATIONS

SOURCES OF FINANCING:	1985 ACTUAL $	1984 ACTUAL $
TAXATION AND USER CHARGES		
Requisition on Local Municipalities	11,605,806	11,126,313
User Charges	10,775,720	9,768,854
	22,381,526	20,895,167
GRANTS		
Government of Canada	58,159	38,697
Province of Ontario	15,503,823	14,284,768
Other Municipalities	258,628	244,843
	15,820,610	14,568,308
OTHER		
Contributions From Developers	186,473	85,071
Investment Income	681,018	873,555
Sale of Land & Other Assets	41,743	60,674
Insurance Proceeds	8,917	74,760
Other	44,435	97,509
	962,586	1,191,569
PROCEEDS FROM THE ISSUE OF LONG TERM LIABILITIES	279,755	504,845
MUNICIPAL FUND BALANCES AT THE BEGINNING OF THE YEAR (Note 11)		
To Be Used To Offset Taxation or User Charges	1,643,576	1,365,212
Net Capital Operations Not Yet Financed	(1,046,861)	(405,694)
	596,715	959,518
Total Financing Available During the Year	40,041,192	38,119,407

The accompanying notes are an integral part of this financial statement.

OF HALDIMAND-NORFOLK
FOR THE YEAR ENDED DECEMBER 31, 1985

APPLIED TO:	1985 ACTUAL $	1984 ACTUAL $
CURRENT OPERATIONS		
General Government	2,326,544	2,223,535
Protection to Persons and Property	5,588,862	5,312,195
Transportation Services	3,486,064	3,305,641
Environmental Services	8,730,399	7,740,122
Health Services	2,147,727	2,152,891
Social & Family Services	11,141,484	10,103,112
Recreation & Cultural Services	60,650	50,865
Planning and Development	1,141,007	1,185,720
	34,622,737	32,074,081
CAPITAL		
General Government	116,618	220,179
Protection to Persons and Property	149,132	149,263
Transportation Services	2,609,966	2,317,043
Environmental Services	1,262,591	1,346,266
Health Services	44,084	356,691
Social & Family Services	108,122	224,602
Recreation & Cultural Services	5,771	99
Planning & Development	51,673	48,425
	4,347,957	4,662,568
EXTRAORDINARY ITEM (Note 16)	-	662,667
NET APPROPRIATIONS TO RESERVES AND RESERVE FUNDS	1,041,314	123,376
MUNICIPAL FUND BALANCES AT THE END OF THE YEAR (Note 11)		
To Be Used To Offset Taxation or User Charges	1,059,697	1,643,576
Net Capital Operations Not Yet Financed	(1,030,513)	(1,046,861)
	29,184	596,715
Total Applications During the Year	40,041,192	38,119,407

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK

NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1985

1. ACCOUNTING POLICIES

a) BASIS OF CONSOLIDATION

(i) Consolidated Balance Sheet

This statement reflects the assets and liabilities of the revenue fund, reserve funds, the capital fund and includes the activities of all Committees of Council and the following local boards which are under the control of Council:

Haldimand-Norfolk Museum Advisory Board
Haldimand-Norfolk Board of Commissioners of Police

All interfund assets and liabilities are eliminated with the exception of loans or advances between the reserve funds and other funds of the Municipality.

(ii) Consolidated Statement of Operations

This statement reflects the consolidated sources of financing and expenditures of the revenue fund, reserves, reserve funds, and the capital fund of the municipality and those local boards described in note 1 (a) (i).

All interfund sources of financing and expenditures are eliminated with the exception of interest income and expense arising from loans and advances between the reserve funds and other funds of the municipality.

(iii) Non-Consolidated Entities

For those local boards of the municipality which are not consolidated, the "Consolidated Balance Sheet" does not reflect their assets or liabilities except to the extent of amounts due to or from those entities. The "Consolidated Statement of Operations" does not reflect their revenues and expenditures except to the extent of the municipality's contribution to those entities.

Those entities which are not consolidated are as follows:

Haldimand-Norfolk Home Care Program
Haldimand-Norfolk Mental Health Program

(iv) Trust funds and their related operations administered by the municipality are not consolidated, but are reported separately on the "Trust Funds Statement of Continuity and Balance Sheet".

b) BASIS OF ACCOUNTING

(i) Sources of financing and expenditures are reported on the accrual basis of accounting with the exception of principal and interest charges on long term liabilities which are charged against operations in the periods in which they are paid. The principal and interest charges are not accrued for the periods from the dates of the latest installment payments to the end of the financial year.

(ii) The accrual basis of accounting recognizes revenues as they become available and measurable; expenditures are recognized as they are incurred and measurable as a result of receipt of goods or services and the creation of a legal obligation to pay.

(iii) Fixed Assets

The historical cost and accumulated depreciation for fixed assets are not recorded for municipal purposes. Fixed assets are reported as an expenditure on the Consolidated Statement of Operations in the year of acquisition. For those fixed assets financed or to be financed by the issue of long term indebtedness, the principal and interest on the long term indebtedness are also reported on the Consolidated Statement of Operations as they are paid.

(iv) Capital Outlay To Be Recovered In Future Years

"Capital outlay to be recovered in future years," which represents the outstanding principal portion of unmatured long term liabilities for municipal expenditures or capital funds transferred to other organizations, is reported on the "Consolidated Balance Sheet".

(v) Inventories of materials and supplies are valued at the lower of average cost or replacement value.

(vi) Interest is allocated on borrowings between the revenue fund, the capital fund and reserve funds at current bank prime rates less 1%.

2. TRUST FUNDS

Trust funds administered by the municipality amounting to $3,418,605 (1984 - $1,704,978) have not been included in the "Consolidated Balance Sheet" nor have their operations been included in the "Consolidated Statement of Operations".

Effective January 1, 1985, Ontario Home Renewal Program funds of $1,721,133 have been included as Trust Funds. (See note 12)

3. INVESTMENTS

The total of investments of $4,089,362 (1984 - $4,454,203) recorded on the "Consolidated Balance Sheet" at cost, have a market value of $4,135,000 (1984 - $4,502,893) as at the end of the year.

4. LIABILITY FOR PAST SERVICE PROVISION OF PENSION AGREEMENTS

Under the past service provision of pension agreements, the municipality is obligated at December 31, 1985 for an amount of approximately $57,326 (1984 - $62,031) as established for the plans. No provision has been made for this liability. The balance of this liability will be funded by 9 annual payments of $8,427. An amount of $8,427 (1984 - $8,427) has been provided for in the current year and is reported on the "Consolidated Statement of Operations".

5. LIABILITY FOR VESTED SICK LEAVE BENEFITS

Under the sick leave benefit plan, unused sick leave can accumulate and employees may become entitled to a cash payment when they leave the municipality's employment.

The liability for these accumulated days, to the extent that they have vested and could be taken in cash by an employee on terminating, amounted to $2,566,930 (1984 - $2,282,091) at the end of the year. The actuarial value of the year end liability is estimated to be $1,796,851. An amount of $414,764 (1984 - $316,309) has been provided for this past service liability and is reported on the "Consolidated Balance Sheet" as a reserve fund. An amount of $157,141 (1984 - $134,490) has been provided for in the current year and is reported on the "Consolidated Statement of Operations". Under current Province of Ontario subsidy programmes an estimated amount of $642,931 would be recoverable as terminations occur.

6. CONTRACTUAL OBLIGATION - MINISTRY OF THE ENVIRONMENT

In accordance with various service agreements entered into by the municipality with the Ministry of the Environment, the following sewage and water systems are owned and operated by the Ministry:

Waterworks	Sanitary Sewers
Courtland (Middleton)	Cayuga
Dunnville (Treatment Plant Only)	Port Dover
Haldimand-Norfolk Central Water System	Port Rowan
	Simcoe
	Waterford
	Woodhouse

The municipality is obligated to meet all operating costs and repay the long term liabilities related to these projects. Included in the "Consolidated Statement of Operations" are operating charges from the Ministry - of $597,879 for sewer systems and $68,999 for water systems. The "Consolidated Balance Sheet" does not reflect any assets or liabilities pertaining to the sewage or water systems except to the extent of service charges due to (or from) the Ministry.

Information received from the Ministry as at March 31, 1985, indicates the following:

	Accumulated Deficit $	Total Outstanding Capital Obligations $	1985 Debt Charges $
Water Systems	9,837,573	20,010,496	2,306,266
Sewer Systems	1,567,778	5,894,183	618,811

The operating deficits and long term liabilities indicated above are not reflected in the accompanying financial statements.

The following assistance in the form of write-offs and deferrals was provided by the Ministry of the Environment in November 1985 with respect to the accumulated deficit and total outstanding capital obligation as noted above. The information reported above reflects the position prior to the write-offs.

Schedule of Write-Offs - Water Project

Deficit $7,749,108 Total Outstanding Capital Obligation $13,794,961

Schedule of Deferrals for Future Recovery - Water Project

Deficit $1,988,375 Total Outstanding Capital Obligation $ 5,582,846

7. OTHER CONTRACTUAL OBLIGATIONS

Under agreements relative to the rental of office facilities, the Region is obligated to pay the following amounts:

Year	Amount $
1986	34,275
1987	18,150
1988	12,100
	64,525

These agreements have received OMB approval, however the above amounts are not included in the "Consolidated Balance Sheet".

8. NET LONG TERM LIABILITIES

	1985 $	1984 $
a) The balance of net liabilities reported on the "Consolidated Balance Sheet" is comprised of the following:		
Total long term liabilities incurred by the municipality including those incurred on behalf of school boards, other municipalities and municipal enterprises and outstanding at the end of the year amount to:	18,747,455	21,426,990
In addition, the municipality has assumed responsibility for the payment of principal and interest charges on certain long term liabilities issued by other municipalities. At the end of the year, the outstanding principal amount of liability is:	1,293,972	1,523,370
Of the long term liabilities shown above, the responsibility for payment of principal and interest charges has been assumed by utilities, school boards and other municipalities. At the end of the year, the outstanding principal amount of this liability is:	(7,241,362)	(8,110,598)
The total value of sinking funds and the balance in the Ministry of the Environment Debt Retirement Fund which have been accumulated to the end of the year to retire the outstanding long term liabilities included above, amount to:	(87,293)	(616,985)
Net Long Term Liabilities at the End of the Year	12,712,772	14,222,777

b) Of the net long term liabilities reported in (a) of this note, $7,307,537 in principal payments are payable from 1986 to 1990, $3,651,007 from 1991 to 1995, and $1,754,228 thereafter and are summarized as follows:

	1986 to 1990 $	1991 to 1995 $	1996 and thereafter $	Total $
from general municipal revenues	1,961,821	786,864	1,353,826	4,102,511
from benefitting land owners	288,990	70,861	-	359,851
from user rates	5,056,726	2,793,282	400,402	8,250,410
	7,307,537	3,651,007	1,754,228	12,712,772

c) Approval of the Ontario Municipal Board has been obtained for the long term liabilities reported on the "Consolidated Balance Sheet".

9. CHARGES FOR NET LONG TERM LIABILITIES

Total charges for the year for net long term liabilities which are reported on the "Consolidated Statement of Operations" are as follows:

	1985 $	1984 $
Principal payments including contributions to sinking funds and to the Ministry of the Environment Debt Retirement Fund	1,731,223	1,165,768
Interest	1,357,384	1,415,262
	3,088,607	2,581,030

The charges for long term liabilities assumed by non-consolidated entities or by individuals in the case of tile drainage and shoreline property assistance loans are not reflected in these statements.

10. CONTINGENT LIABILITIES

a) The municipality is contingently liable for long term liabilities with respect to those liabilities for which the responsibility for the payment of principal and interest has been assumed by other municipalities and school boards.

The total amount outstanding as at December 31, 1985 is $7,241,362 (1984 - $8,110,599) and is not recorded on the "Consolidated Balance Sheet".

b) Approval of the Ontario Municipal Board has been obtained for the pending issue(s) of long term liabilities and for those commitments to be financed from revenues beyond the term of Council.

11. MUNICIPAL EQUITY AT THE END OF THE YEAR

a) The balance on the "Consolidated Statement of Operations" of municipal equity of $29,184 (1984 - $596,715) at the end of the year is comprised of the following:

	1985 $	1984 $
- for general reduction of taxation	550,762	715,072
- for general reduction of user charges	508,935	928,504
- acquisition of fixed assets to be financed from land sales		(399,013)
- acquisition of fixed assets to be recovered through taxation or user charges	(6,773)	(253,737)
- acquisition of fixed assets to be recovered from Hospital Grants	(260,717)	
- acquisition of fixed assets to be financed from the proceeds of long term liabilities	(519,460)	(279,828)
- acquisition of fixed assets to be recovered through reserves and reserve funds	(256,640)	(304,930)
- funds available for the acquisition of fixed assets	13,077	190,647
	29,184	596,715

12. RESERVES AND RESERVE FUNDS

The total balance of reserves and reserve funds of $6,120,569 (1984 - $6,800,388) is made up of the following:

	1985 $	1984 $
Reserves set aside for specific purposes by Council	2,096,558	1,487,431
Reserve Funds set aside for specific purposes by Council	3,864,595	3,422,000
Reserve Funds set aside for specific purposes by legislation, regulation or agreement		
- Ministry of the Environment	159,416	169,744
- Ontario Home Renewal Program	-	1,721,133
TOTAL	6,120,569	6,800,388

Effective January 1, 1985, amendments to regulations require that the Ontario Home Renewal Program funds be accounted for as a trust fund and no longer as a reserve fund. This transfer of the fund balance has reduced the total opening reserve fund balances by $1,721,133, and is not reflected in the Consolidated Statement of Operations. The 1985 transactions for this Program are reflected in the financial statements for the trust fund of the municipality.

The reserves and reserve funds are shown in detail on Schedules 3 and 4A, Continuity of Reserves and Reserve Funds.

13. NONACCRUAL OF INTEREST ON LONG TERM LIABILITIES

No provision has been made in these financial statements for the accrual of interest on the net long term liabilities. Had this provision been made, the municipal fund balances as at December 31, 1985 would have been decreased by $343,787 (1984 - $342,111).

14. COMPARATIVE FIGURES

Certain of the 1984 comparative figures have been reclassified to conform to the presentation adopted in 1985.

15. BUDGET FIGURES

The municipality does not prepare formal budgets for Reserves and Reserve Funds. No budget amounts have been included in the "Consolidated Statement of Operations" in respect to these funds. Comparisons between Budget and Actual figures are available on Schedule 1 Current Operations as well as on Schedules 5 and 6 for Water and Sewer Operations.

16. EXTRAORDINARY ITEM

In 1984, the Region paid $662,667 out of Reserve Funds to the Ministry of the Environment. This payment was applied to the accumulated deficits of the following Ministry owned and operated sewage systems:

Simcoe	$600,000
Waterford	62,667
	$662,667

MILLARD, ROUSE AND ROSEBRUGH

Chartered Accountants

Simcoe Partners
D.F. McKee, C.A.
R.G. Heatherington, C.A.
P.W. McEown, C.A.
C.A. Finch, C.A.
R.E. Sidway, C.A.
J.C.B. Jackson, C.A.
E.H. Aitken, C.A.
D.R.W. Slade, B.B.A. C.A.

30 Peel St.
SIMCOE, ONT.
N3Y 1R9
Phone (519) 426-1606
582-3332

AUDITORS' REPORT

To the Members of Council, Inhabitants
and Ratepayers of the Regional
Municipality of Haldimand-Norfolk:

We have examined the balance sheets of the trust funds of The Regional Municipality of Haldimand-Norfolk as at December 31, 1985 and the statement of continuity of trust funds for the year then ended. Our examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as we considered necessary in the circumstances.

In our opinion, these financial statements present fairly the financial position of the trust funds for The Regional Municipality of Haldimand-Norfolk as at December 31, 1985 and the continuity of trust funds for the year then ended in accordance with accounting principles prescribed for Ontario municipalities applied on a basis consistent with that of the preceding year.

Millard Rouse and Rosebrugh

CHARTERED ACCOUNTANTS

Simcoe, Ontario
April 25, 1986
Licence No. 1197

REGIONAL MUNICIPALITY
TRUST FUNDS:
FOR THE YEAR ENDED

	O.H.R.P. $	GRANDVIEW RESIDENT ASSET $	GRANDVIEW POCKET MONEY $	NORVIEW POCKET MONEY $
Balance, January 1, 1985	1,721,133	681,118	402,814	507,308
RECEIPTS				
Resident's Contributions	-	169,071	318,696	245,731
Capital Receipts	-	-	-	-
Interest Earned	24,387	65,795	42,148	50,891
Investment Income	74,730	-	-	-
	99,117	234,866	360,844	296,622
EXPENDITURES	137,997	272,871	300,698	293,181
Balance, December 31, 1985	1,682,253	643,113	462,960	510,749

TRUST FUNDS AS AT

ASSETS				
Cash	108,465	63,542	52,164	119,106
Loans Receivable	878,198	-	-	-
Investments, at cost (Note 1)	691,048	526,909	389,292	320,000
Accrued Interest	4,542	18,782	8,384	23,943
Due from (to) Revenue Fund	-	33,880	13,120	47,700
	1,682,253	643,113	462,960	510,749
LIABILITIES				
Balances				
- Capital	-	-	-	-
- Income	1,682,253	643,113	462,960	510,749
	1,682,253	643,113	462,960	510,749

The accompanying notes are an integral part of this financial statement.

OF HALDIMAND-NORFOLK
STATEMENT OF CONTINUITY
DECEMBER 31, 1985

GRANDVIEW BEQUEST $	NORVIEW BEQUEST $	1985 TOTAL $	(Note 2) 1984 TOTAL $
113,690	48	3,426,111	1,684,451
-	-	733,498	535,458
1,065	-	1,065	126
11,093	-	194,313	170,455
-	-	74,730	-
12,158	-	1,003,607	706,039
6,366	-	1,011,113	685,512
119,482	48	3,418,605	1,704,978

BALANCE SHEET
DECEMBER 31, 1985

-	48	343,324	186,281
-	-	878,198	-
39,779	-	1,967,028	1,370,693
1,539	-	57,190	75,066
78,164	-	172,864	72,938
119,482	48	3,418,605	1,704,978
46,320	48	46,368	45,303
73,162	-	3,372,237	1,659,675
119,482	48	3,418,605	1,704,978

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK

TRUST FUNDS: NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 1985

1. INVESTMENTS

The investments of $1,967,028 (1984 - $2,220,693) recorded on the Trust Funds Balance Sheet have a market value of $1,965,914 (1984 - $2,217,282) as at the end of the year.

2. ONTARIO HOME RENEWAL PROGRAM FUNDS

Effective January 1, 1985 amendments to regulations require that the Ontario Home Renewal Program funds be accounted for as a trust fund and no longer as a reserve fund. This transfer of the fund balance has increased the total opening trust fund balances by $1,721,133.

OTHER FINANCIAL SCHEDULES

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK Schedule 1

ANALYSIS OF CURRENT OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 BUDGET $	1985 ACTUAL $	1984 ACTUAL $
Accumulated Surplus at the Beginning of the Year	1,587,614	1,643,576	1,365,212
EXPENDITURE			
General Government	3,130,109	3,065,711	2,718,796
Protection to Persons & Property	5,917,633	5,784,593	5,504,658
Transportation Services	4,503,197	4,514,505	4,199,320
Environmental Services	10,769,405	10,630,290	8,869,076
Health Services	2,417,835	2,367,753	2,250,406
Social & Family Services	11,558,208	11,236,372	10,163,179
Recreation & Cultural Services	94,812	66,421	50,964
Planning & Development	1,160,856	1,152,687	1,053,519
	39,552,055	38,818,332	34,809,918
REVENUE			
Requisition on Local Municipalities	11,575,569	11,605,806	11,126,313
User Charges	10,309,139	10,770,154	9,756,429
Ontario Grants	14,327,775	13,770,831	12,775,925
Canada Grants	87,372	58,159	38,697
Municipal Grants	165,756	235,791	244,843
Interest Income	170,100	246,130	279,990
Sale of Assets	11,000	41,743	57,704
Insurance Recoveries	-	8,917	74,760
Other	21,000	40,173	59,522
Transfer from Own Funds	1,296,730	1,456,749	674,099
	37,964,441	38,234,453	35,088,282
Accumulated Surplus at the End of the Year	-	1,059,697	1,643,576

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK

Schedule 2

ANALYSIS OF CAPITAL OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 ACTUAL $	1984 ACTUAL $
Unfinanced Capital Outlay at the Beginning of the Year	1,046,861	405,694
CAPITAL EXPENDITURE		
General Government	116,618	220,179
Protection to Persons & Property	149,132	149,263
Transportation Services	2,609,966	2,317,043
Environmental Services	1,386,061	1,352,228
Health Services	44,084	356,691
Social & Family Services	108,122	224,602
Recreation & Cultural Services	5,771	99
Planning & Development	54,085	48,425
	4,473,839	4,668,530
CAPITAL FINANCING		
Contributions from the Revenue Fund	1,994,952	1,907,313
Contributions from Reserve and Reserve Funds	435,137	36,054
Long Term Liabilities Incurred	279,755	504,845
Ontario Grants	1,731,912	1,508,843
Other	48,431	70,308
	4,490,187	4,027,363
Unfinanced Capital Outlay at the End of the Year	1,030,513	1,046,861
ANALYZED AS FOLLOWS:		
Unfinanced Capital Outlay	1,043,590	1,237,508
Unexpended Capital Financing	(13,077)	(190,647)
	1,030,513	1,046,861

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK Schedule 3

ANALYSIS OF RESERVES

FOR THE YEAR ENDED DECEMBER 31, 1985

RESERVES	BALANCE AT BEGINNING OF YEAR $	APPROPRIATIONS FROM OWN FUNDS $	APPROPRIATIONS (TO) OWN FUNDS $	BALANCE AT END OF YEAR $
Working Funds	898,378	-	(149,893)	748,485
Equipment Recharge	167,801	31,475	-	199,276
Capital Replacement	141,453	224,536	(91,906)	274,083
Rate Stabilization Water and Sewer	-	410,934	(14,247)	396,687
Contingencies	245,343	320,121	(259,824)	305,640
OMERS Buy Back	20,000	-	(20,000)	-
Insurance	14,456	8,038	-	22,494
Water Inventories	-	149,893	-	149,893
TOTAL	1,487,431	1,144,997	(535,870)	2,096,558

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK Schedule 4A

ANALYSIS OF RESERVE FUNDS

FOR THE YEAR ENDED DECEMBER 31, 1985

RESERVE FUNDS	M.O.E. $	SICK LEAVE $	SOLID WASTE $	WATER & SEWER $	TOTAL $
Balance at the Beginning of the Year	169,743	316,309	621,508	2,484,264	3,591,824
REVENUE					
Contributions from Own Funds	3,510	157,141	350,000	853,889	1,364,540
Interest Earned	16,694	26,894	59,653	315,881	419,122
Other	-	-	-	187,553	187,553
Total Revenue	20,204	184,035	409,653	1,357,323	1,971,215
EXPENDIUTRES					
Contributions to Own Funds	-	85,580	135,365	1,282,895	1,503,840
Other	30,531	-	-	4,657	35,188
Total Expenditures	30,531	85,580	135,365	1,287,552	1,539,028
Balance at the End of the Year	159,416	414,764	895,796	2,554,035	4,024,011

REGIONAL MUNICIPALITY
ANALYSIS OF WATER AND
AS AT DECEMBER

		BALANCE JANUARY 1 $	REVENUES CONTRIBUTIONS FROM OWN FUNDS $	REVENUES INTEREST $
CALEDONIA	General	242,695	-	33,691
	Water Debt Retirement	38,529	11,000	6,011
	Sewer Debt Retirement	34,481	6,580	4,028
	Water Capital Replacement	9,305	12,000	1,124
	Sewer Capital Replacement	138,114	50,142	13,983
	Water Capital Charges	1,344	-	427
	Sewer Capital Charges	3,748	-	1,571
	Sub-Total	468,216	79,722	60,835
CAYUGA	General	41,082	-	3,841
	Water Capital Replacement	35,000	-	4,109
	Water Capital Charges	-	-	-
	Sewer Capital Charges	-	-	(14)
	Sub-Total	76,082	-	7,936
HAGERSVILLE	General	5,905	-	538
	Water Capital Replacement	21,997	22,000	2,647
	Sewer Capital Replacement	10,185	30,000	1,743
	Sub-Total	38,087	52,000	4,928
DUNNVILLE	General	116,683	-	11,787
	Water Debt Retirement	277,374	-	30,962
	Sewer Debt Retirement	16,738	3,194	2,095
	Water Capital Replacement	55,583	167,973	6,917
	Sewer Capital Replacement	56,019	124,700	7,927
	Sub-Total	522,397	295,867	59,688
DELHI	General	36,595	-	8,758
	Sewer Debt Retirement	11,671	50,000	3,621
	Water Capital Replacement	-	28,000	663
	Sewer Capital Replacement	-	-	759
	Sewer Capital Charges	-	-	-
	Water Capital Charges	-	-	-
	Sub-Total	48,266	78,000	10,801
PORT ROWAN	General	92	-	7
	Sewer Capital Replacement	3,153	-	305
	Water Capital Replacement	-	10,837	-
	Water Capital Charges	-	99	14
	Sewer Capital Charges	-	-	46
	Sub-Total	3,245	10,936	372

OF HALDIMAND-NORFOLK
SEWER RESERVE FUNDS
31, 1985

Schedule 4B

		EXPENDITURES			
OTHER $	TOTAL REVENUE $	CONTRIBUTIONS TO OWN FUNDS $	OTHER $	TOTAL EXPENDITURES $	BALANCE DECEMBER 31 $
135	33,826	276,521	-	276,521	-
-	17,011	-	380	380	55,160
-	10,608	-	-	-	45,089
-	13,124	8,155	-	8,155	14,274
-	64,125	30,737	-	30,737	171,502
19,317	19,744	-	-	-	21,088
53,883	55,454	59,202	-	59,202	-
73,335	213,892	374,615	380	374,995	307,113
-	3,841	-	-	-	44,923
-	4,109	35,000	-	35,000	4,109
710	710	-	21	21	689
1,980	1,966	-	45	45	1,921
2,690	10,626	35,000	66	35,066	51,642
-	538	-	-	-	6,443
355	25,002	22,000	-	22,000	24,999
990	32,733	21,652	-	21,652	21,266
1,345	58,273	43,652	-	43,652	52,708
1,000	12,787	4,278	-	4,278	125,192
-	30,962	287,000	-	287,000	21,336
-	5,289	-	116	116	21,911
-	174,890	90,000	-	90,000	140,473
-	132,627	69,600	-	69,600	119,046
1,000	356,555	450,878	116	450,994	427,958
-	8,758	13,000	-	13,000	32,353
-	53,621	-	2,137	2,137	63,155
350	29,013	17,562	-	17,562	11,451
995	1,754	-	6	6	1,748
13,514	13,514	-	286	286	13,228
4,862	4,862	-	103	103	4,759
19,721	111,522	30,562	2,532	33,094	126,694
-	7	99	-	99	-
-	305	-	-	-	3,458
-	10,837	-	117	117	10,720
264	377	-	-	-	377
736	782	-	-	-	782
1,000	12,308	99	117	216	15,337

REGIONAL MUNICIPALITY
ANALYSIS OF WATER AND
AS AT DECEMBER

		BALANCE JANUARY 1 $	REVENUES CONTRIBUTIONS FROM OWN FUNDS $	REVENUES INTEREST $
SIMCOE	General	444,124	67	57,769
	Water Debt Retirement	56,177	5,360	7,430
	Water Capital Replacement	17,080	28,950	1,425
	Sewer Capital Replacement	19,408	42,473	1,599
	Sewer Capital Charges	-	-	1,144
	Water Capital Charges	-	-	405
	Sub-Total	536,789	76,850	69,772
WATERFORD	General	208,844	-	22,817
	Water Debt Retirement	137,558	-	23,332
	Sewer Debt Retirement	184	-	60
	Water Capital Replacement	1,287	-	125
	Sewer Capital Replacement	24,962	244	2,416
	Water Capital Charges	-	-	37
	Sewer Capital Charges	-	-	103
	Sub-Total	372,835	244	48,890
JARVIS	General	79,945	-	7,452
	Water Capital Replacement	11,499	81,770	2,448
	Sewer Capital Replacement	10,192	16,000	1,349
	Sub-Total	101,636	97,770	11,249
PORT DOVER	General	285,606	-	31,189
	Water Debt Retirement	20,158	5,500	2,569
	Water Capital Replacement	3,028	117,000	3,318
	Sewer Capital Replacement	-	30,000	508
	Sewer Capital Charges	750	-	-
	Water Capital Charges	269	-	-
	Sub-Total	309,811	152,500	37,584
TOWNSEND	General	1,237	-	120
	Water Capital Replacement	-	5,000	96
	Sub-Total	1,237	5,000	216
LAKE ERIE IND'L PARK	Water Capital Replacement	5,663	5,000	610
	TOTAL	2,484,264	853,889	315,881

OF HALDIMAND-NORFOLK
SEWER RESERVE FUNDS
31, 1985

Schedule 4B

		EXPENDITURES			
OTHER $	TOTAL REVENUE $	CONTRIBUTIONS TO OWN FUNDS $	OTHER $	TOTAL EXPENDITURES $	BALANCE DECEMBER 31 $
2,112	59,948	51,841	-	51,841	452,231
-	12,790	-	355	355	68,612
-	30,375	1,481	83	1,564	45,891
-	44,072	-	181	181	63,299
45,473	46,617	-	35	35	46,582
16,142	16,547	-	14	14	16,533
63,747	210,349	53,322	668	53,990	693,148
9,859	32,696	19,607	-	19,607	221,933
-	23,332	30,567	59	30,626	130,264
-	60	244	-	244	-
-	125	-	-	-	1,412
-	2,660	27,622	-	27,622	-
1,238	1,275	-	-	-	1,275
3,452	3,555	-	-	-	3,555
14,569	63,703	78,040	59	78,099	358,439
-	7,452	2,586	-	2,586	84,811
-	84,218	1,512	-	1,512	94,205
-	17,349	16,349	-	16,349	11,192
-	109,019	20,447	-	20,447	190,208
401	31,590	78,505	175	78,680	238,516
-	8,069	-	173	173	28,054
-	120,318	117,775	-	117,775	5,571
-	30,508	-	3	3	30,505
7,188	7,188	-	252	252	7,686
2,577	2,577	-	116	116	2,730
10,166	200,250	196,280	719	196,999	313,062
-	120	-	-	-	1,357
-	5,096	-	-	-	5,096
-	5,216	-	-	-	6,453
-	5,610	-	-	-	11,273
187,553	1,357,323	1,282,895	4,657	1,287,552	2,554,035

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK Schedule 4

WATERWORKS: ANALYSIS OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 BUDGET $	1985 ACTUAL $	1984 ACTUAL $
Accumulated Surplus (Deficit) at the Beginning of the Year	431,879	429,098	231,520
REVENUE			
Taxation and User Charges	3,234,023	3,411,017	3,207,965
Provincial Grants	191,035	194,073	176,717
Hydrant Rentals	130,900	131,025	130,075
Transfers From Own Funds	475,388	475,389	228,727
Fees, Permits & Other	10,840	15,274	30,446
	4,042,186	4,226,778	3,773,930
EXPENDITURE			
Salaries, Wages & Benefits	714,885	708,785	679,663
M.O.E. Operating Costs	434,530	488,446	377,852
Other Operating Costs	452,950	443,641	415,183
Maintenance	129,485	152,911	195,052
Administration	470,115	449,876	411,029
Net Long Term Debt	1,297,578	1,263,734	915,201
Capital Expenditures	279,600	226,585	287,061
Taxes and Frontage & Connection	95,707	91,567	86,823
Transfers to Own Funds	599,215	617,158	208,488
	4,474,065	4,442,763	3,576,352
Accumulated Surplus at the End of the Year	-	213,173	429,098

REGIONAL MUNICIPALITY OF HALDIMAND-NORFOLK Schedule 5

SEWERWORKS: ANALYSIS OF REVENUE AND EXPENDITURE

FOR THE YEAR ENDED DECEMBER 31, 1985

	1985 BUDGET $	1985 ACTUAL $	1984 ACTUAL $
Accumulated Surplus at the Beginning of the Year	445,520	499,406	508,375
REVENUE			
Taxation and User Charges	3,797,665	3,967,764	3,544,107
Provincial Grants	262,376	258,553	234,934
Transfers From Own Funds	383,159	386,273	142,994
Fees, Permits & Other	6,965	14,035	15,183
	4,450,165	4,626,625	3,936,318
EXPENDITURE			
Salaries, Wages & Benefits	388,001	364,466	349,844
M.O.E. Operating Costs	2,154,011	2,161,990	1,983,569
Other Operating Costs	100,035	90,302	94,429
Maintenance	33,835	23,425	22,691
Administration	439,041	428,213	363,715
Net Long Term Debt	1,080,725	1,074,115	767,242
Capital Expenditures	43,460	26,769	26,283
Taxes & Frontage & Connection	123,293	120,760	119,306
Transfers To Own Funds	533,284	540,230	218,208
	4,895,685	4,830,270	3,945,287
Accumulated Surplus at the End of the Year	-	295,761	499,406

REGIONAL MUNICIPALITY

WATERWORKS SYSTEMS: ANALYSIS OF

FOR THE YEAR ENDED

	CALEDONIA $	CAYUGA $	HAGERSVILLE $	DUNNVILLE $	DELHI $	COURTLAND $
Surplus (Deficit) at the Beginning of the Year	34,576	(1,906)	43,115	146,756	(20,076)	13,418
REVENUE						
Taxation and User Charges	257,700	144,606	214,573	615,052	290,838	64,352
Provincial Grants	14,126	8,428	12,512	36,521	16,558	3,681
Hydrant Rentals	13,325	3,725	8,900	15,350	15,200	6,500
Transfers From Own Funds				287,000	13,000	
Fees, Permits & Other	1,260	1,435	256	354	1,448	745
	286,411	158,194	236,241	954,277	337,044	75,278
EXPENDITURE						
Salaries, Wages & Benefits	38,437	49,076	25,866	103,024	61,069	1,947
M.O.E. Operating Costs			132,825	68,999		60,900
Other Operating Costs	33,670	35,205	7,223	63,706	49,634	421
Maintenance	12,794	15,070	4,492	31,165	13,921	909
Administration	33,823	18,512	26,209	64,306	39,451	5,844
Net Long Term Debt	112,185		28,024	505,787	94,873	
Capital Expenditures	4,179	3,020	16,817	19,579	13,692	1,083
Taxes, Frontage & Connection	2,306	1,524	64	11,207	5,015	9,862
Transfers To Own Funds	29,507	735	43,381	157,420	47,077	5,216
	266,901	123,142	284,901	1,025,193	324,732	86,182
Surplus (Deficit) at the End of the Year	54,086	33,146	(5,545)	75,840	(7,764)	2,514

OF HALDIMAND-NORFOLK

Schedule 6

REVENUE AND EXPENDITURE BY SYSTEM

DECEMBER 31, 1985

PORT ROWAN $	SIMCOE $	WATERFORD $	JARVIS $	PORT DOVER $	TOWNSEND $	LAKE ERIE INDUSTRIAL PARK $	TOTAL $
(24,000)	19,804	(6,340)	67,220	71,268	-	85,263	429,098
97,441	853,641	172,444	122,688	366,219	25,625	185,838	3,411,017
4,605	51,546	9,188	6,818	19,803	785	9,502	194,073
3,200	30,600	9,750	3,500	17,100	2,275	1,600	131,025
	46,710	50,174		78,505			475,389
240	3,377	1,181	822	3,154	883	119	15,274
105,486	985,874	242,737	133,828	484,781	29,568	197,059	4,226,778
31,127	225,748	34,161	23,943	100,113	8,805	5,469	708,785
			32,621	100	7,650	185,351	488,446
20,843	121,052	22,610	9,037	77,742	1,500	998	443,641
6,753	32,730	13,270	7,234	13,971	444	158	152,911
11,739	138,411	27,808	14,976	53,816	2,548	12,433	449,876
9,292	259,983	114,664	7,963	130,963			1,263,734
4,732	125,270	4,196	9,410	23,852	511	244	226,585
1,101	50,018	3,390	875	6,205			91,567
250	13,082	20,010	96,990	150,320	8,110	45,060	617,158
85,837	966,294	240,109	203,049	557,082	29,568	249,713	4,442,703
(4,351)	39,384	(3,712)	(2,001)	(1,033)	-	32,609	213,173

REGIONAL MUNICIPALITY

SEWERWORKS SYSTEMS: ANALYSIS OF

FOR THE YEAR ENDED

	CALEDONIA $	CAYUGA $	HAGERSVILLE $	DUNNVILLE $	OSWEGO PARK $	DELHI $
Surplus (Deficit) at the Beginning of the Year	78,622	(8,905)	54,113	116,948	5,224	74,275
REVENUE						
Taxation and User Charges	315,663	134,223	274,468	539,432	7,418	376,735
Provincial Grants	18,637	6,855	16,003	31,272	450	21,815
Transfers From Own Funds	349,970			3,550		
Fees,Permits & Other	(399)	705	865	2,622		2,149
	683,871	141,783	291,336	576,876	7,868	400,699
EXPENDITURE						
Salaries,Wages & Benefits	34,586	219	31,876	51,246	3,626	53,128
M.O.E. Operating Costs	134,850	109,900	98,269	189,410	4,726	119,141
Other Operating Costs	8,711	67	5,340	15,083	387	11,315
Maintenance	6,750		177	5,589	38	1,343
Administration	34,307	11,066	25,682	52,378	1,042	43,868
Net Long Term Debt	432,780		101,105	156,340		111,101
Capital Expenditures	4,780		2,668	1,528		4,311
Taxes, Frontage & Connection	3,352	13,752	1,591	4,889	896	3,020
Transfers To Own Funds	87,494	7	51,373	178,321	3,265	87,833
	747,610	135,011	318,081	654,784	13,980	435,060
Surplus (Deficit) at the End of the Year	14,883	(2,133)	27,368	39,040	(888)	39,914

OF HALDIMAND-NORFOLK

Schedule 7

REVENUE AND EXPENDITURE BY SYSTEM

DECEMBER 31, 1985

PORT ROWAN $	SIMCOE $	WATERFORD $	JARVIS $	PORT DOVER $	TOWNSEND $	LAKE ERIE INDUSTRIAL PARK $	TOTAL $
(2,318)	7,637	46,503	33,978	93,769	-	(440)	499,406
74,893	1,397,346	206,205	60,553	522,996	27,718	30,114	3,967,764
3,318	92,987	11,279	3,526	49,668	1,650	1,093	258,553
	5,131	27,622					386,273
558	2,911	827	568	2,710	479	40	14,035
78,769	1,498,375	245,933	64,647	575,374	29,847	31,247	4,626,625
	136,889	1,667	17,785	27,226	3,349	2,869	364,466
52,600	844,401	181,411	12,718	385,600	19,037	9,927	2,161,990
	36,497	381	5,782	5,155	831	753	90,302
	4,985		1,065	2,714	382	382	23,425
5,778	167,764	22,357	7,445	51,764	3,035	1,727	428,213
	236,700	4,431	8,539	23,119			1,074,115
	9,267		2,738	686	529	262	26,769
15,090	269	37,157	7,678	21,490		11,576	120,760
9	1,681	31,024	24,855	71,392	2,684	292	540,230
73,477	1,438,453	278,428	88,605	589,146	29,847	27,788	4,830,270
2,974	67,559	14,008	10,020	79,997	-	3,019	295,761